

BEFORE THE BOARD OF OIL, GAS AND MINING  
DEPARTMENT OF NATURAL RESOURCES  
STATE OF UTAH

**FILED**

JUN 17 2011

SECRETARY, BOARD OF  
OIL, GAS & MINING

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IN THE MATTER OF THE REQUEST :  
FOR AGENCY ACTION OF PRODCO :  
INC., PETITIONER, TO COMPEL :  
WESTSTAR EXPLORATION COMPANY, :  
RESPONDENT, TO ACCOUNT FOR AND :  
PAY ROYALTIES IN ACCORDANCE :  
WITH THE PETITIONERS' INTEREST IN :  
PRODUCTION FROM THE RAGING :  
BULL FED. #1 WELL, LOCATED IN :  
SECTION 26, IN TOWNSHIP 8 SOUTH, :  
RANGE 24 EAST, UINTAH COUNTY, :  
UTAH. :

ORDER OF REFERRAL

Docket No. 2011-009  
Cause No. 179-16

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The foregoing Request for Agency Action was filed by PRODCO requesting *inter alia* that the Board of Oil, Gas and Mining refer PRODCO's claim against WestStar Exploration Company for unpaid royalties to the Division for investigation and negotiations pursuant to Utah Code § 40-6-9 (2011), and that the Board thereafter take such action as appropriate.

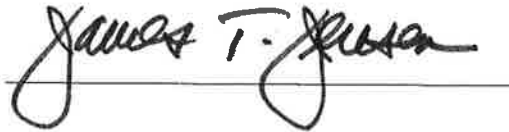
The matter was properly noticed as required by R641-106, Utah Admin. Code (2011) for Board action at the regularly scheduled hearing on May 25, 2011. The Division appeared through Mr. Clinton Dworshak, environmental specialist, and was represented by Mr. Steve Alder, Assistant Attorney General. Mr. Garr R. Roberts a principal of PRODCO was present but did not make any statement. No one appeared in opposition although a letter from Larry R. Williams as attorney for WestStar Exploration Company was received by the Division in Salt Lake City on May 25, 2011, but this letter was not timely presented to the Board and neither the Division or the Board was aware of the letter until after the Board hearing.

Now therefore, the Board being fully advised and good cause appearing, the claim of PRODCO for unpaid royalties due from WestStar Exploration Company is referred to the Division

to conduct an investigation and to engage the parties in negotiations pursuant to Utah code § 40-6-9 and to report the results of its investigations and negotiations to the Board at the regularly scheduled hearing on July 27, 2011.

DATED this 17<sup>th</sup> day of June, 2011.

STATE OF UTAH  
BOARD OF OIL, GAS AND MINING  
James T. Jensen, Chairman

A handwritten signature in black ink, reading "James T. Jensen", is written over a horizontal line.

CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing ORDER OF REFERRAL for Docket No. 2011-009, Cause No. 179-16 to be mailed with postage prepaid, this 21st day of June, 2011, to the following:

Garr R. Roberts  
383 Cascada Drive  
Grand Junction, CO 81507

WestStar Exploration Company  
811 Rusk Suite 708  
Houston, TX 77002  
and care of  
Larry R. Williams,  
Attorney at Law  
1809 Ease 9620 South  
Sandy, Utah 84114

William Gilmore  
811 Rusk Suite 708  
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Michael S. Johnson  
Assistant Attorneys General  
Utah Board of Oil, Gas & Mining  
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**[Via Email]**

Steven F. Alder  
Assistant Attorneys General  
Utah Division of Oil, Gas & Mining  
1594 West North Temple, Suite 300  
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**[Via Email]**

  
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